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Occupational Employment and Wages in Santa Cruz-Watsonville — May 2015

Workers in the Santa Cruz-Watsonville Metropolitan Statistical Area had an average (mean) hourly wage of \$24.32 in May 2015, about 5 percent above the nationwide average of \$23.23, according to the U.S. Bureau of Labor Statistics. Assistant Commissioner for Regional Operations Richard Holden noted that, after testing for statistical significance, wages in the local area were higher than their respective national averages in 8 of the 22 major occupational groups, including healthcare practitioners and technical; protective service; and construction and extraction. Only one groups had significantly lower wages than their respective national averages: arts, design, entertainment, sports, and media.

When compared to the nationwide distribution, local employment was more highly concentrated in 6 of the 22 occupational groups, including food preparation and serving related; education, training, and library; and community and social service. Conversely, 10 groups had employment shares significantly below their national representation, including transportation and material moving; production; and business and financial operations. (See <u>table A</u> and <u>box note</u> at end of release.)

Table A. Occupational employment and wages by major occupational group, United States and the Santa Cruz-Watsonville Metropolitan Statistical Area, and measures of statistical significance, May 2015

| | Percent of total | al employment | Mean hourly wage | | | |
|--|------------------|---------------|------------------|------------|---------------------------|--|
| Major occupational group | United States | Santa Cruz | United States | Santa Cruz | Percent difference (1) | |
| Total, all occupations | 100.0% | 100.0% | \$23.23 | \$24.32 | 5 | |
| Management | | 5.8* | 55.30 | 53.14 | -4 | |
| Business and Financial Operations | 5.1 | 3.9* | 35.48 | 35.50 | 0 | |
| Computer and Mathematical | 2.9 | 2.3* | 41.43 | 42.77 | 3 | |
| Architecture and Engineering | 1.8 | 1.2* | 39.89 | 40.59 | 2 | |
| Life, Physical, and Social Science | 0.8 | 2.0 | 34.24 | 34.08 | 0 | |
| Community and Social Services | 1.4 | 2.7* | 22.19 | 24.00 | 8 | |
| Legal | 0.8 | 0.4* | 49.74 | 48.50 | -2 | |
| Education, Training, and Library | 6.2 | 8.4* | 25.48 | 24.40 | -4 | |
| Arts, Design, Entertainment, Sports, and Media | 1.3 | 1.2* | 27.39 | 25.68* | -6 | |
| Healthcare Practitioner and Technical | 5.8 | 5.6 | 37.40 | 50.40* | 35 | |
| Healthcare Support | 2.9 | 2.9 | 14.19 | 16.51* | 16 | |
| Protective Service | 2.4 | 2.4 | 21.45 | 26.43* | 23 | |
| Food Preparation and Serving Related | 9.1 | 12.2* | 10.98 | 12.34* | 12 | |
| Building and Grounds Cleaning and Maintenance | 3.2 | 4.3* | 13.02 | 14.75* | 13 | |
| Personal Care and Service | 3.1 | 2.7 | 12.33 | 13.87* | 12 | |
| Sales and Related | 10.5 | 10.7 | 18.90 | 18.76 | -1 | |
| Office and Administrative Support | 15.8 | 14.7* | 17.47 | 19.23* | 10 | |

Table A. Occupational employment and wages by major occupational group, United States and the Santa Cruz-Watsonville Metropolitan Statistical Area, and measures of statistical significance, May 2015 - Continued

| | Percent of total employment | | Mean hourly wage | | |
|---------------------------------------|-----------------------------|------------|------------------|------------|---------------------------|
| Major occupational group | United States | Santa Cruz | United States | Santa Cruz | Percent difference (1) |
| Farming, Fishing, and Forestry | 0.3 | 0.9* | 12.67 | 12.23 | -3 |
| Construction and Extraction | 4.0 | 3.2* | 22.88 | 26.01* | 14 |
| Installation, Maintenance, and Repair | 3.9 | 3.1* | 22.11 | 22.68 | 3 |
| Production | 6.6 | 4.7* | 17.41 | 16.57 | -5 |
| Transportation and Material Moving | 6.9 | 4.8* | 16.90 | 16.84 | 0 |

⁽¹⁾ A positive percent difference measures how much the mean wage in Santa Cruz is above the national mean wage, while a negative difference reflects a lower wage.

One occupational group—food preparation and serving related—was chosen to illustrate the diversity of data available for any of the 22 major occupational categories. Santa Cruz-Watsonville had 10,910 jobs in food preparation and serving related, accounting for 12.2 percent of local area employment, significantly higher than the 9.1-percent share nationally. The average hourly wage for this occupational group locally was \$12.34, significantly above the national wage of \$10.98.

Some of the largest detailed occupations within the food preparation and serving related group included combined food preparation and serving workers, including fast food (2,420), waiters and waitresses (1,790), and restaurant cooks (970). Among the higher paying jobs were chefs and head cooks and first-line supervisors of food preparation and serving workers, with mean hourly wages of \$23.69 and \$15.43, respectively. At the lower end of the wage scale were combined food preparation and serving workers, including fast food (\$10.14) and dishwashers (\$10.44). (Detailed occupational data for food preparation and serving related are presented in table 1; for a complete listing of detailed occupations available go to www.bls.gov/oes/2015/may/oes-42100.htm.)

Location quotients allow us to explore the occupational make-up of a metropolitan area by comparing the composition of jobs in an area relative to the national average. (See <u>table 1</u>.) For example, a location quotient of 2.0 indicates that an occupation accounts for twice the share of employment in the area than it does nationally. In the Santa Cruz-Watsonville Metropolitan Statistical Area, above-average concentrations of employment were found in some of the occupations within the food preparation and serving related group. For instance, cafeteria, food concession, and coffee shop counter attendants were employed at 2.5 times the national rate in Santa Cruz. On the other hand, waiters and waitresses had a location quotient of 1.1 in Santa Cruz, indicating that this particular occupation's local and national employment shares were similar.

These statistics are from the Occupational Employment Statistics (OES) survey, a federal-state cooperative program between BLS and State Workforce Agencies, in this case, the California Employment Development Department.

^{*} The percent share of employment or mean hourly wage for this area is significantly different from the national average of all areas at the 90-percent confidence level.

Notes on Occupational Employment Statistics Data

With the issuance of data for May 2015, the OES program has incorporated redefined metropolitan area definitions as designated by the Office of Management and Budget. OES data are available for 394 metropolitan areas, 38 metropolitan divisions, and 167 OES-defined nonmetropolitan areas. A listing of the areas and their definitions can be found at www.bls.gov/oes/current/msa def.htm.

A value that is statistically different from another does not necessarily mean that the difference has economic or practical significance. Statistical significance is concerned with the ability to make confident statements about a universe based on a sample. It is entirely possible that a large difference between two values is not significantly different statistically, while a small difference is, since both the size and heterogeneity of the sample affect the relative error of the data being tested.

Technical Note

The Occupational Employment Statistics (OES) survey is a semiannual mail survey measuring occupational employment and wage rates for wage and salary workers in nonfarm establishments in the United States. The OES program produces employment and wage estimates for over 800 occupations for all industries combined in the nation; the 50 states and the District of Columbia; 432 metropolitan areas and divisions; 167 nonmetropolitan areas; and Guam, Puerto Rico, and the U.S. Virgin Islands. National estimates are also available by industry for NAICS sectors, 3-, 4-, and selected 5- and 6-digit industries, and by ownership across all industries and for schools and hospitals. OES data are available at www.bls.gov/oes/tables.htm.

OES estimates are constructed from a sample of about 1.2 million establishments. Forms are mailed to approximately 200,000 sampled establishments in May and November each year. May 2015 estimates are based on responses from six semiannual panels collected over a 3-year period: May 2015, November 2014, May 2014, November 2013, May 2013, and November 2012. The overall national response rate for the six panels is 73.5 percent based on establishments and 69.6 percent based on weighted sampled employment. The unweighted employment of sampled establishments across all six semiannual panels represents approximately 57.9 percent of total national employment. (Response rates are slightly lower for these estimates due to the federal shutdown in October 2013.) The sample in the Santa Cruz-Watsonville Metropolitan Statistical Area included 1,479 establishments with a response rate of 76 percent. For more information about OES concepts and methodology, go to www.bls.gov/news.release/ocwage.tn.htm.

The May 2015 OES estimates are based on the 2010 Standard Occupational Classification (SOC) system and the 2012 North American Industry Classification System (NAICS). Information about the 2010 SOC is available on the BLS website at www.bls.gov/soc and information about the 2012 NAICS is available at www.bls.gov/bls/naics.htm.

Metropolitan area definitions

The substate area data published in this release reflect the standards and definitions established by the U.S. Office of Management and Budget.

The Santa Cruz-Watsonville, Calif. Metropolitan Statistical Area includes Santa Cruz County.

Additional information

OES data are available on our regional web page at www.bls.gov/regions/west. Answers to frequently asked questions about the OES data are available at www.bls.gov/oes/oes_ques.htm. Detailed technical information about the OES survey is available in our Survey Methods and Reliability Statement on the BLS website at www.bls.gov/oes/2015/may/methods statement.pdf.

Information in this release will be made available to sensory impaired individuals upon request . Voice phone: (202) 691-5200; Federal Relay Service: (800) 877-8339.

Table 1. Employment and wage data from the Occupational Employment Statistics survey, by occupation, Santa Cruz-Watsonville Metropolitan Statistical Area, May 2015

| | Emplo | yment | Mean wages | |
|---|-----------|-------------------------------------|------------|-----------------------|
| Occupation (1) | Level (2) | Location quotient ⁽³⁾ | Hourly | Annual ⁽⁴⁾ |
| Food Preparation and Serving Related Occupations | 10,910 | 1.3 | \$12.34 | \$25,660 |
| Chefs and Head Cooks | 160 | 1.9 | 23.69 | 49,270 |
| First-Line Supervisors of Food Preparation and Serving Workers | 660 | 1.2 | 15.43 | 32,090 |
| Cooks, Fast Food | (5) | (5) | 10.73 | 22,320 |
| Cooks, Institution and Cafeteria | 260 | 1.0 | 14.95 | 31,110 |
| Cooks, Restaurant | 970 | 1.3 | 14.02 | 29,150 |
| Cooks, Short Order | (5) | (5) | 12.28 | 25,550 |
| Food Preparation Workers | 720 | 1.3 | 11.97 | 24,900 |
| Bartenders | 480 | 1.3 | 12.56 | 26,130 |
| Combined Food Preparation and Serving Workers, Including Fast | | | | |
| Food | 2,420 | 1.2 | 10.14 | 21,090 |
| Counter Attendants, Cafeteria, Food Concession, and Coffee Shop | 790 | 2.5 | 10.45 | 21,730 |
| Waiters and Waitresses | 1,790 | 1.1 | 14.08 | 29,280 |
| Food Servers, Nonrestaurant | 190 | 1.1 | 13.48 | 28,040 |
| Dining Room and Cafeteria Attendants and Bartender Helpers | 590 | 2.2 | 11.33 | 23,560 |
| Dishwashers | 450 | 1.4 | 10.44 | 21,710 |
| Hosts and Hostesses, Restaurant, Lounge, and Coffee Shop | 340 | 1.3 | 10.47 | 21,770 |
| Food Preparation and Serving Related Workers, All Other | (5) | (5) | 13.49 | 28,060 |

⁽¹⁾ For a complete listing of all detailed occupations in Santa Cruz-Watsonville, CA, see www.bls.gov/oes/current/oes_42100.htm .

⁽²⁾ Estimates for detailed occupations do not sum to the totals because the totals include occupations not shown separately. Estimates do not include self-employed workers.

⁽³⁾ The location quotient is the ratio of the area concentration of occupational employment to the national average concentration. A location quotient greater than one indicates the occupation has a higher share of employment than average, and a location quotient less than one indicates the occupation is less prevalent in the area than average.

⁽⁴⁾ Annual wages have been calculated by multiplying the hourly mean wage by a "year-round, full-time" hours figure of 2,080 hours; for those occupations where there is not an hourly mean wage published, the annual wage has been directly calculated from the reported survey data.

⁽⁵⁾ Estimate not released.